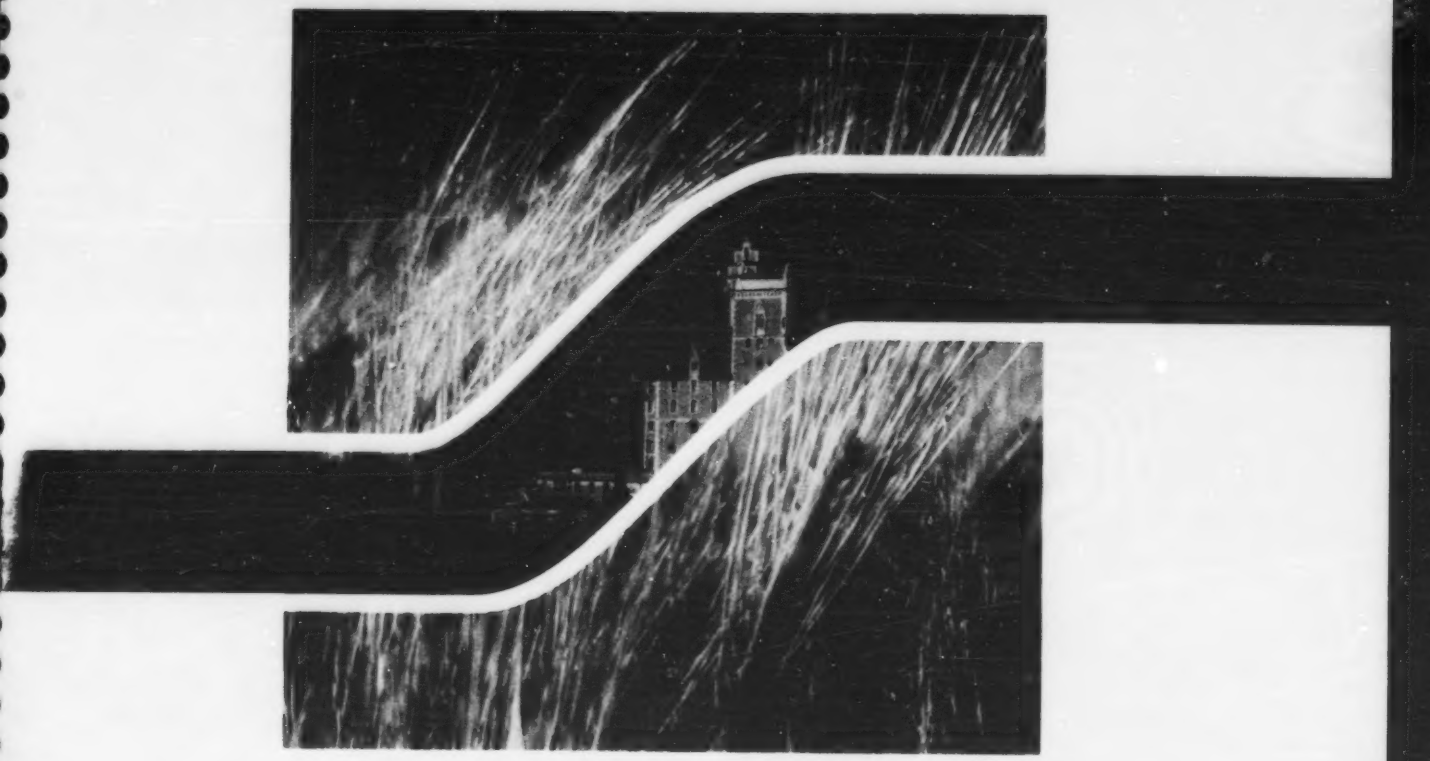

City of

Saskatoon

SASKATCHEWAN, CANADA

FINANCIAL REPORT 2000

City of Saskatoon

(Saskatchewan, Canada)

Financial Report

Year Ended December 31, 2000

City of Saskatoon

Prepared by:

CORPORATE SERVICES DEPARTMENT

Finance Branch

101-04631/

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City of Saskatoon

(Saskatchewan, Canada)

Introductory Section

City of Saskatoon

City of
Saskatoon

April 2, 2001

His Worship Mayor J. Maddin
and Members of Council of the
City of Saskatoon

Your Worship and Members of Council:

I am pleased to submit the City of Saskatoon's 2000 Annual Financial Report and to comment on the fiscal year then ended, as well as review the City's overall financial position.

The attached financial statements are prepared on a consolidated basis. Note 1a) of the Notes to the Consolidated Financial Statements identifies the consolidated entities. The purpose of this report is to provide financial, statistical and other relevant information about the City of Saskatoon to enable readers to familiarize themselves with the City and the City's finances.

The preparation and presentation of the financial statements, statistics and other financial information contained in this annual report is the responsibility of the management of the City of Saskatoon. The City maintains a system of internal controls, including an internal audit function, designed to safeguard assets and ensure the timeliness, completeness, and accuracy of the financial records. While such systems have inherent limitations, I believe that our system achieves the above goals efficiently and effectively.

The accompanying statements have been subject to review by our external audit firm of KPMG, Saskatoon, whose unqualified audit report has been reproduced in these statements. The City of Saskatoon also has an Audit Committee whose responsibility is to recommend the appointment of External Auditors as well as review recommendations and observations of both the internal auditor and external auditor regarding the management effectiveness and financial controls within the Civic Administration.

The attached financial statements reveal that the City ended the year with a surplus of $1,871,000. The primary reasons for this surplus relate to increased revenues, most specifically franchise fees, and reduced expenditures resulting from position vacancies, a warmer winter and cooler summer, and the deferral of some operating maintenance in lieu of capital work. In addition to the surplus, there were a number of transfers to reserve in excess of budget (consistent with financial policies), the most material of which was the result of additional interest earnings. City Council continues its role of transferring surpluses to the City's Revenue Stabilization Reserve to be used to offset any future revenue deficiencies.

A change in accounting policy this year has resulted in the recognition of unbilled (estimated) utility revenues from the last date of each customer's billing date, to December 31 of each year. This has resulted in a prior period adjustment of $4,462,000 and has been allocated to the Waterworks Capital Projects Reserve and the Utility Stabilization Reserves.

The City continued its aggressive capital program in 2000, with planned expenditures totaling $67,455,000. These expenditures were financed from either reserves, development levies, Federal/Provincial Infrastructure grants, or from capital funds provided through taxation.

No debentures were issued in 2000, continuing the City's practice of a pay-as-you-go

philosophy. This strategy requires reduced debt charges to be applied directly to an increase in the contribution from taxation to fund capital programs. The City's per capita mill rate supported debt has been reduced to $5.

The City continues to receive positive reviews from the Canadian Bond Rating Service (CBRS) which reconfirmed the City's AAA rating. In its 2000 report, CBRS states that the City's credit profile is one of the strongest among CBRS's rating portfolio, with only five other public sector entities achieving this rating.

Bernie Veltkamp, General Manager
Corporate Services Department

His Worship
Mayor James Maddin

Saskatoon City Council - 2000

Councillor
L. Swystun
(Ward 1)

Councillor
O. Fortosky
(Ward 2)

Councillor
R. Steernberg
(Ward 3)

Councillor
M. Heidt
(Ward 4)

Councillor
P. McCann
(Ward 5)

Councillor
K. Waygood
(Ward 6)

Councillor
P. Roe
(Ward 7)

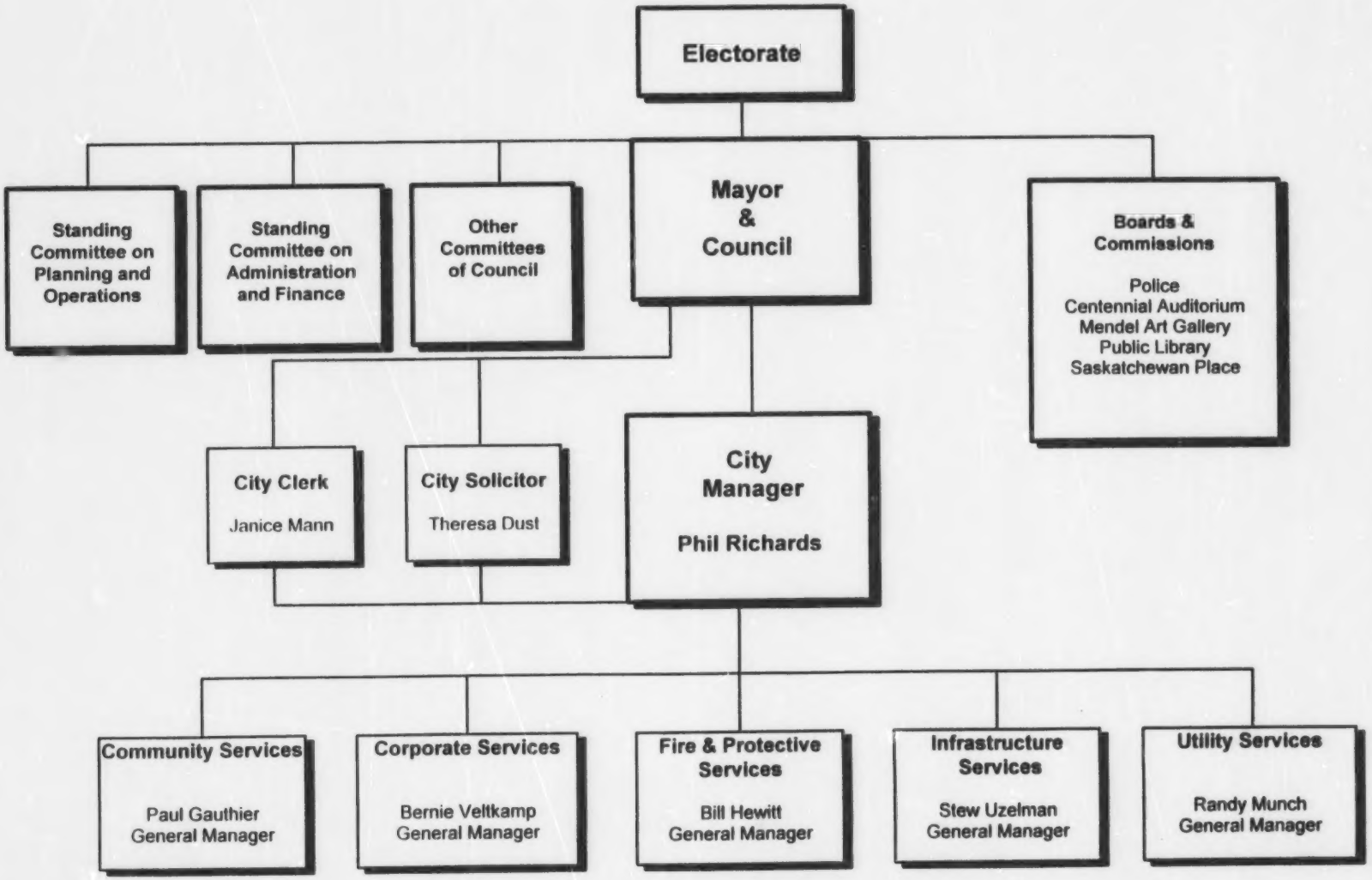
Councillor
G. Penner
(Ward 8)

Councillor
T. Paulsen
(Ward 9)

Councillor
D. Atchison
(Ward 10)

The City of Saskatoon is governed by an act of legislation of the Province of Saskatchewan known as The Urban Municipality Act. The Mayor is the Chief Executive Officer of the City. Administrative powers and duties have been delegated to the City Manager who is appointed by City Council. The Council consists of the Mayor and ten Councillors, elected for a period of three years.

City of Saskatoon
Organization Structure



City of Saskatoon

Geography

Saskatoon, a commercial and educational centre in the Province of Saskatchewan, is situated on the banks of the South Saskatchewan River in Townships 36 and 37, Range 5 and Township 36, Range 6, West of Third Meridian.

The City lies 216 miles north of the boundary between the United States and Canada, 140 miles from the Western boundary and 215 miles from the eastern boundary of the Province. It is the only large city between Winnipeg and Edmonton, being 440 miles northwest of Winnipeg and a little over 300 miles southeast of Edmonton.

Seven bridges cross the river within the City limits. Five of these bridges are for vehicular and pedestrian traffic, and the other two serve the Canadian Pacific and Canadian National Railways.

History

The Saskatoon area has been inhabited for some 5,000 to 8,000 years. Buffalo kill sites, teepee rings and a medicine wheel can still be seen today and form an important link with the past.

The name 'Saskatoon' is derived from the Cree Indian name 'Mis-sask-quah-toomina'. These words are the plural. The singular is secured by dropping the final 'a'. The name was given by Indians to the berry which is found in such profusion in this vicinity. According to a member of the original townsite survey party, the Indians used to gather large quantities of these berries and walk through the camps selling them, crying what sounded to the members of the party 'Saskatoons, Saskatoons'.

The townsite was surveyed in 1883, but the first railway did not come in until 1890. The first settlers arrived in the summer of 1883, travelling by railway from Ontario to Moose Jaw and then over land in horse-drawn carts to the piece of prairie that would become the community of Saskatoon. By 1899, Saskatoon consisted of a few houses on the east side of the river and on the west side was the station house, the section foreman's house, the Mounted Police barracks, a stone building, a hotel and about six other houses and shacks. About this time, property in what is now the central part of the City sold at $45 for 75 feet. In 1901, Saskatoon was

incorporated as a village and in 1902, the first weekly newspaper was published bearing the title of "The Phoenix". In 1903, the town charter was obtained.

Following the formation of the Province in the year 1905, the location of the capital and of the University became live questions. It was believed at that time that Saskatoon was to be chosen as the capital, but eventually a compromise was reached whereby Regina became the seat of the Government and the provincial University was placed at Saskatoon.

For several years, Saskatoon remained a small, isolated settlement of only a few hundred people but, by 1906, it had grown large enough to become a city with a population of about 5,000. Saskatoon's aggressive business community persuaded other railway companies to locate here, allowing both people and goods to reach the City and surrounding district more easily. By 1911, the population had more than doubled and Saskatoon had become what it is still today, a major distribution centre for the surrounding agricultural district. Municipal services expanded rapidly in this period, providing water and electrical services and, in 1913, a public transit system.

With its dependence on agriculture, Saskatoon has experienced many 'booms and busts' throughout its history. The expansion of the mining industry in the 1970's and 1980's diminished this to some extent and the future promises continued diversification through the emergence of more advanced technology industries and an increase in manufacturing, primarily to service the resource sector.

Moving into the 21st century, Saskatoon continues to be a dynamic, vibrant community poised for a resurgence in economic growth and activity. Saskatoon is the largest centre in the province with a current population of 209,000 and serves an immediate trading area of over 265,000 and the surrounding area of 550,000. Saskatoon is recognized as the provincial centre for business, education, health, finance, food processing, mining, microelectronics, metal fabricating, textiles, and research and development. Saskatoon is home to the University of Saskatchewan, a major university with over 15,000 full-time and 3,000 part-time students, as well as housing the Kelsey campus for the Saskatchewan Institute of Applied Science & Technology. Owing to Saskatoon's strategic location within the province, our community serves as the supply and distribution centre. A network of highways and convenient air and railway services make Saskatoon a very accessible location for business travel and shipment of goods.

In Saskatoon, the quality of life and the insatiable sense of community pride are second to none. Saskatoon is culturally alive, sophisticated, and one of the most beautiful, people-oriented cities in Canada. Recalling that Saskatoon's pioneers originated from Ontario and Great Britain, the city is now home to people from around the world. This ethnic diversity is an integral component of the rich and diverse culture which makes

Saskatoon a unique and exciting place to live and work. Residents are very proud of the clean, wide, tree-lined streets, the numerous parks throughout the city, and the 300 acres of beautiful riverbank joined by jogging and cycling paths running right through the downtown core. History comes alive in the city's many museums and heritage centres such as Boom Town 1910 in the Western Development Museum, Wanuskewin Heritage Park, the Ukrainian Museum of Canada, and the John G. Diefenbaker Centre. Saskatoon boasts an active cultural scene which is fostered by the Mendel Art Gallery. Several professional and amateur theatres, a Symphony Orchestra, and a dance series are a tribute to the city's artistic community. Numerous festival and special events are celebrated year-round. Saskatoon provides an abundance of recreational opportunities such as the Meewasin Valley Trail and the Beaver Creek Conservation area.

Indeed, Saskatoon offers all of the amenities of a large metropolitan centre, yet retains the spirit and warm, friendly enthusiasm of a smaller closely-knit community.

2000 Highlights

Growth

The City released the Future Growth Plan, which sets out the long-term strategy to accommodate a future population of up to 400,000.

Although residential sales and new home construction dipped slightly, commercial and industrial growth more than offset the decline. The new Coverall Building, the proposed food processing plant for Centennial Foods, the new building for Standard Machine, and the sale of the land for the auto mall clearly demonstrate a high business confidence level in the city.

The City completed the servicing of residential lots in the Silverspring subdivision, and with the construction start of two new schools in that neighbourhood, preparations for servicing the new neighbourhood in Willowgrove are able to begin. Development in west neighbourhoods continued and, with the annexation of lands on the 37th Street, the new neighbourhood of Hampton Village will be created.

Quality of Life

In terms of overall quality of life, Saskatoon was rated #1 among cities in Canada under 250,000 by the millenium edition of "Rating Places".

The completion of the City Centre facility in Saskatoon's inner-city clearly demonstrates the cooperation among the Saskatoon Tribal Council, the Metis Nation, Saskatoon District Health, and all levels of government. This partnership looked to develop a facility that would provide coordinated activities, services and educational programming while serving as a safe and healthy place for youth to gather and learn.

The proposed new park development at the former Inland Steel site, the economic development study for the west central business area, and the funding of social

housing through Quint and the Saskatoon Home Builders, show a continuing commitment in making Saskatoon a better place to live.

Financial Strength

The City maintained its "AAA" credit rating for its eleventh year. With the sale of the Canadian Bond Rating Agency to Standard ad Poors, it will probably be the last year for a "AAA" rating. It should be noted that Standard and Poors uses an "R" rating and it is expected that the City will maintain this high rating.

Services Provided By City Departments

OFFICE OF THE CITY MANAGER

The City Manager is the chief administrative officer of the City of Saskatoon. The position is responsible for planning, directing, supervising, co-ordinating and controlling all municipal operations as approved by City Council.

The City Manager's responsibilities include providing assistance and advice on various aspects of municipal operations, investigating and reporting on all matters referred by City Council and its committees, and submitting the capital and operating budgets to City Council for review. In addition, the City Manager has responsibility for the Communications Branch, which plans and directs all corporate communication activities for the civic administration including the development and implementation of public, employee and media relation strategies.

The City Manager chairs the Management Committee (comprised of all General Managers) which is responsible for co-ordination of all city-wide management and operational matters.

The City Manager is the direct supervisor of all General Managers and through them, all Branch Managers and civic employees (except for those boards and commissions which are responsible to City Council). This includes the appointment, supervision, and management of employees of the City, except those employees appointed directly by City Council. The City Manager makes recommendations to Council with respect to the appointment of General Mangers and any officials required to be appointed by City Council.

COMMUNITY SERVICES DEPARTMENT

Saskatoon is a community of people, cultures, businesses, and of course, land. The Community Services Department, through seven Branches, delivers and facilitates programs that create the type of community in which people want to live, work, play and visit.

Community Services Branch

The Community Services Branch is responsible for the nurturing of the city's culture, parks, recreation and sport. This Branch operates several leisure centres and facilities and provide programs, open spaces and parks. In addition, it works with community groups, special interest groups and individuals to be sure that public leisure

needs are met.

Land Branch
The primary function of the Land Branch is to administer the city's Land Bank program. In addition to developing and selling single-family, multi-family, institutional, commercial, and industrial property, this Branch provides subdivision designs for city-owned land, support to the Urban Design Committee and Business Improvement Districts, conducts design and streetscape studies, and maintains all civic property.

Building Standards Branch
The Building Standards Branch issues building and plumbing permits and administers inspection programs related to regulations contained in the Building Bylaw, the Swimming Pool Bylaw, the Uniform Building and Accessibility Standards Act, the National Building Code, and Plumbing and Drainage Regulations.

Development Services Branch
The Development Services Branch facilitates the orderly use and development of property within the policies and standards of the City's Zoning, Subdivision, Business License Bylaws, and also supports the conservation of heritage property.

City Planning Branch
The City Planning Branch is responsible for the administration of the City of Saskatoon Development Plan which provides policies and standards to guide urban development and future growth. The Branch is also responsible for program and policy development pertaining to residential, commercial and industrial land use planning, annexation, Local Area Planning, administration of the city's Housing Program, race relations policy and program development, Geographical Information System Development and demographic research functions related to urban planning.

Community Support Branch
The Community Support Branch provides public consultation, neighbourhood-based recreation programs, supports volunteers in the delivery of those programs, and creates a network of volunteers capable of addressing other issues that affect the quality of life in their community.

Leisure Services Branch
The Leisure Services Branch ensures that a broad range of sport, culture, parks and recreation opportunities are available and affordable to residents and visitors. Programming is offered through leisure centres, rinks, a zoo, golf courses, a campground, a speed skating oval, and various park locations.

CORPORATE SERVICES DEPARTMENT

The City of Saskatoon is a large organization with nearly 2,500 full, part-time, and seasonal employees. The role of the Corporate Services Department, through its six Branches, is to help the institution work effectively and efficiently.

Finance Branch
The Finance Branch protects the financial assets of the Corporation, provides advice and direction on financial matters, and prepares and issues financial statements and reports. The Branch is organized into three teams:

The Office of the City Assessor is responsible for providing the assessment of all real property located in the City of Saskatoon through compliance with provincial legislation, and to defend such assessments before the Board of Revision and the Saskatchewan Municipal Board.

The Office of the City Comptroller is responsible to record, control, and report the financial activities of the Corporation through the consistent adherence to civic policies, procedures and contractual obligations, and to administer corporate budget systems.

The Office of the City Treasurer is responsible for the collection, control and disbursement of all corporate funds. This includes responsibility for the billing and collection of taxes, property taxes, electrical, water and sewer utility services and matters related to municipal licensing.

Corporate Information Services Branch
This is our "computer" Branch. The Corporate Information Services Branch ensures the effective management of the Corporation's information assets and supporting technologies. This Branch provides the corporate computing environment, information technology planning, development, implementation and support, corporate database development, support and administration, departmental and corporate application development, implementation and support, communication and network infrastructure services and support, and management of the Corporate Internet connection.

Labour Relations Branch
The Labour Relations Branch is responsible for collective bargaining with all unions and associations representing civic employees, implementation, administration and interpretation of collective agreements, grievance decisions and arbitration awards, and timely and accurate advice and counsel to City Council and management regarding labour relations issues.

Employment and Compensation Branch
The Employment and Compensation Branch acts as a central resource for employee recruitment. The Branch oversees and administers job evaluations and classifications, and conducts research in the area of employment compensation.

Employee Services Branch
The Employee Services Branch provides services to individual employees, work groups and civic departments. The Branch is organized into three teams:

The Employee Benefits Team provides in-house expertise and administration of employee benefit plans and entitlements, including superannuation, group life insurance, dental insurance and disability income.

The Organization and Staff Development Team assists others to improve performance through a variety of management processes including strategic planning, staff training and development, coaching and counselling, and workplace problem resolution.

The Organizational Health and Safety Team is responsible for safety training, work site inspections, accident investigations, administration of Workers' Compensation claims, and occupational health initiatives.

Corporate Support Services Branch
The Corporate Support Services Branch provides administrative and technical support to the entire Corporation. Its responsibilities include tendering and purchasing services to the Corporation, inventory management, computer, network, communication and PC product support, microcomputer training, micrographics, and telephone and photocopy services.

In addition, the Branch provides a lost and found service to the citizens of Saskatoon.

FIRE AND PROTECTIVE SERVICES DEPARTMENT

Saskatoon Fire and Protective Services responds to and mitigates emergencies involving incidents of fire, rescues (including the entrapment of persons, water and high angle rescues), unplanned releases of dangerous goods, pre-hospital emergency medical incidents, the Saskatoon Emergency Measures plan and organization, and related enforcement, prevention and education programs.

INFRASTRUCTURE SERVICES DEPARTMENT

The Infrastructure Services Department is responsible for the planning, operation, and maintenance of many of the City's assets including those involved with water distribution, sanitary sewage collection, storm water collection, roadways, bridges, parks and open spaces, public cemeteries, vehicle and equipment fleet, and City-owned buildings and structures. The Department is organized into five Branches.

Municipal Engineering Branch
The Municipal Engineering Branch provides planning, design, construction and regulatory services. Major activities include network planning for municipal services, functional and detailed designs, land development, traffic operations, technical support, parking control, construction services and regulatory control.

Public Works Branch
The Public Works Branch is responsible for the operation, maintenance and preservation of roads, lanes, sidewalks, water mains, sanitary sewer mains, and storm sewer mains.

Parks Branch
The Parks Branch is responsible for preserving the City of Saskatoon's

investment in its civic grounds. This is accomplished through policy development, conceptual planning, design and construction inspection for civic parks and open spaces, as well as project management.

Facilities Branch
The Facilities Branch is responsible for the City's buildings and structures, the City-owned vehicle and equipment fleet, and the City's radio communications system. As such, the Branch provides for building operation and maintenance of leisure facilities, fire halls, transit buildings, and City office buildings. Project management services for any capital or maintenance projects are provided, including design, contract tendering and award, and construction management. Energy management, space management, and accommodation planning are also provided.

Business Administration Branch
The Business Administration Branch is responsible for providing support services to the department in the areas of financial, clerical, administrative, and human resource services.

UTILITY SERVICES DEPARTMENT

A 'utility' is simply a service provided to the public for a fee. The Utility Services Department brings together all utilities, including electricity, water, and transportation, that generate revenue from fees charged directly to the user. The Department is divided into six branches.

Water Treatment Branch
The Water Treatment Branch is responsible for the collection, treatment, and pumping of potable water, and the installation and maintenance of the City's water meters.

Electrical Services Branch
The City of Saskatoon operates an electric utility providing electrical service to the area of Saskatoon which lies generally within the 1958 City boundary. Bulk electrical power is purchased from the provincial crown utility, SaskPower and, through a system of substations, distribution lines and transformers, this power is supplied to customers on demand at locations and at voltages appropriate to their needs. The Utility is also responsible for the street lighting system.

Wastewater Treatment Branch
The Wastewater Treatment Branch is responsible for the treatment of sewage, disposal of residual solids, and the operation and maintenance of the sewage collection pumping stations.

Transit Services Branch
The Transit Services Branch operates and maintains Saskatoon's public transit system.

Environmental Compliance Branch
The Environmental Compliance Branch is responsible for the collection and disposal of solid waste, the operation of the Department's laboratories, and the monitoring necessary to meet environmental regulatory requirements.

Business Administration Branch
This branch is responsible for the business functions of the Department, including utility rate design and analysis.

BOARDS AND COMMISSIONS

Saskatoon Police Service
The Police Service is under the control of a separate executive authority called the Board of Police Commissioners. This Board consists of the Mayor and four other persons appointed annually by City Council, two of whom shall be members of Council and two of whom shall be chosen from the public at large.

The Board is subject to the legislative jurisdiction of the City Council to the extent only that the amount expended for upkeep of the service must not exceed the amount fixed by the current estimates of the Council for that purpose.

The professional skills and abilities of trained police officers are focused on:

- The preservation of peace and security.
- The prevention of crime and offenses committed against the community.
- The apprehension of persons who commit criminal acts and the securing of appropriate evidence for prosecution.
- Involving the community in identifying safety and security concerns and actively working with the police to solve these issues.

Saskatchewan Place
Saskatchewan Place, Western Canada's most versatile and exciting trade, sports and entertainment centre was built to eventually accommodate over 16,000 patrons. After opening with a fixed seating capacity of 7,700, Saskatchewan Place expanded in the fall of 1990 to 11,300 permanent seats.

In the building's short history it has been the site of World and Canadian sporting championships, major concerts and trade shows, and is the home of the Saskatoon Blades of the Western Canadian hockey league. The hosting of these events brings over 700,000 through Saskatchewan Place on an annual basis.

Saskatoon Centennial Auditorium and Convention Centre
The Centennial Auditorium was a project to commemorate the centennial of the founding of the Dominion of Canada. Completed in 1968, it has recently undergone extensive renovations to ensure it remains a multi-purpose facility to satisfy the needs of thousands today.

The Saskatoon Centennial Auditorium is an imposing and beautiful building on two acres of land in the heart of the city, adjacent to a major shopping complex, steps away from first-class hotels, restaurants, boutiques, and parking facilities for 2,000 cars.

The Centennial Auditorium is owned by the City of Saskatoon and is operated by the Saskatoon Centennial Auditorium Foundation which was incorporated in 1965. The Foundation consists of a Board of Directors with representation from City Council and the general public.

Saskatoon Public Library

The Saskatoon Public Library, which first opened for circulation in May 1913 in the basement of the Oddfellow's Hall, is now a city-wide system consisting of the central library, six branches and one booktrailer. The Library is supported by city taxation and provincial government grants, but direct service to each Saskatoon resident is free of charge.

The Library is a community resource centre, offering books, records, compact discs, films, video cassettes, magazines, newspapers, maps, audio cassettes, telephone books, pamphlets, government documents, trade directories, indexes and other informational materials to meet public informational, educational and recreational needs. City Council minutes, reports, studies and other civic material are available and may be consulted in the Library.

An automated circulation system operates in the main library, branches and booktrailer. The host computer is housed in the Frances Morrison (Main) Branch Library. This facility makes the entire book collection more accessible to all Library users and allows the Library a much more accurate inventory of the location of materials at any given moment.

The Mendel Art Gallery and Civic Conservatory

The Mendel Art Gallery and Civic Conservatory was opened in 1964 and named to honour Fred S. Mendel, industrialist and art connoisseur, who established his business and home in Saskatoon in 1940.

Selections from the Gallery's collection are exhibited regularly, along with regularly scheduled contemporary and historical exhibitions of local, national/international origin. Each year more than twenty-four exhibitions are presented without charge for the benefit of Saskatonians and visitors to the city. The Mendel Art Gallery and Civic Conservatory is operated as a civic corporation under a board of appointed trustees.

City of Saskatoon

(Saskatchewan, Canada)

Financial Section

City of Saskatoon

KPMG LLP
Chartered Accountants

Auditors' Report

His Worship the Mayor and City Council:

We have audited the Consolidated Statement of Financial Position of the City of Saskatoon as at December 31, 2000 and the Consolidated Statements of Financial Activities and Cash Flows for the year ended. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the City of Saskatoon as at December 31, 2000 and the results of its operations and its cash flows for the year then ended in accordance with municipal accounting principles as disclosed in Note 1 to the financial statements.

KPMG LLP

Chartered Accountants
Saskatoon, Saskatchewan
April 2, 2001

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2000

	(Dollars in Thousands) 2000	1999
ASSETS		
FINANCIAL ASSETS		
Cash and Short Term Investments	$ 49,967	$ 47,676
Taxes Receivable (Note 2)	13,969	14,758
User Charges Receivable (Note 2)	15,827	23,567
Accounts Receivable (Note 2)	22,612	17,507
Other Current Assets	8,458	8,139
Long-Term Investments (Note 3)	82,522	74,805
Total Financial Assets	193,355	186,452
Capital Outlay Financed by Long Term Liabilities to be Recovered in Future Years (Note 1B(iii))	26,728	33,302
	$ 220,083	**$ 219,754**

See accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2000

	(Dollars in Thousands) 2000	1999
LIABILITIES AND NET FUND BALANCES		
FINANCIAL LIABILITIES		
Accounts Payable	$ 35,062	$ 30,554
Other Current Liabilities	7,417	10,394
Deferred Revenue - Development Charges (Note 1B(v))	8,188	10,677
Total Long-Term Liabilities (Note 7)	30,300	37,623
Employee Benefits Payable (Note 6)	14,436	13,500
Total Financial Liabilities	95,403	102,748
NET FUND BALANCES		
Funds to Offset Taxation or User Charges in Future Years (Schedule 1)	6,337	574
Unexpended Capital Financing (Schedule 2)	51,277	46,718
Reserves (Schedule 3)	74,624	77,638
Reserve Funds (Schedule 4)	6,878	5,576
	139,116	130,506
Less Unfunded Employee Benefits (Note 6)	(14,436)	(13,500)
Net Fund Balances	124,680	117,006
	$ 220,083	$ 219,754

See accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
For the Year Ended December 31, 2000

	(Dollars in Thousands) 2000	1999
EXPENDITURES		
General Government	$ 15,411	$ 17,063
Protection of Persons and Property	58,217	53,926
Transportation	53,355	50,226
Environmental Health	22,647	20,033
Social and Family Services	3,562	2,705
Environmental Development	15,922	14,623
Recreation and Cultural Services	43,460	39,871
Property Purchases and Development	9,841	5,989
Electrical/Water Utilities	80,035	76,609
Debt Servicing Costs	2,702	3,510
Total Expenditures	**305,152**	**284,555**
Increase (decrease) in employee benefits payable	936	(218)
	306,088	**284,337**
FINANCING		
Taxation	84,888	82,896
Grants in Lieu of Taxes	3,685	3,390
User Charges	149,373	154,339
Federal Grants	3,327	1,857
Provincial Grants	9,001	7,922
Investment Income	9,853	9,327
Contribution from Developers	24,270	18,077
Other	36,689	20,686
Total Financing	**321,086**	**298,494**
Net expenditures under financing	14,998	14,157
Long term debt repaid	(7,324)	(7,587)
Net increase (decrease) in fund balances	**7,674**	**6,570**
Net fund balances at the beginning of the year	117,006	110,436
Net fund balances at the end of the year	**$124,680**	**$ 117,006**

See accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2000

	(Dollars in Thousands) 2000	1999
Operations:		
Net Expenditures Under Financing	$14,998	$14,157
Changes in Non-Cash Financial Assets and Liabilities:		
Taxes Receivable	789	(874)
User Charges Receivable	7,740	(14,675)
Accounts Receivable	(5,105)	(2,510)
Other Current Assets	(319)	804
Accounts Payable	4,508	1,331
Other Current Liabilities	(2,977)	3,295
Deferred Revenue - Development Charges (Note 1B(v))	(2,489)	520
Employee Benefits Payable	936	(218)
Net Cash From Operations	**18,081**	**1,830**
Investing:		
Increase in Long-Term Investments	**(7,717)**	**(1,809)**
Long Term Debt:		
Increase (decrease) in Sinking Fund Requirement	(749)	77
Repaid	(7,324)	(7,587)
	(8,073)	**(7,510)**
Increase (decrease) in Cash and Short Term Investments	**2,291**	**(7,489)**
Opening Cash and Short Term Investments	**47,676**	**55,165**
Closing Cash and Short Term Investments	**$49,967**	**$47,676**

See accompanying notes.

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2000

1. ACCOUNTING POLICIES

A) Basis of Consolidation

i) These financial statements consolidate the assets and liabilities and flow of resources of the General Revenue Funds, Capital Funds, Reserve Funds and the Revenue and Capital Funds of all Boards and Utilities which are under the control of City Council, namely:

Board of Police Commissioners
Sewage Utility
Water Utility
Electrical Utility
Transit Utility
Mendel Art Gallery
Centennial Auditorium
Saskatchewan Place
Saskatoon Public Library
Reserve Funds

All interfund loans, other than normal trade accounts payable/receivable, have been eliminated through the consolidation.

Schedule 5, and supporting Appendices 3 to 8, include only those revenues and expenditures reflected in the City's annual Operating Budget, which is prepared to identify the corporation's property tax requirements. Excluded from this Schedule are the operations of the Mendel Art Gallery, Centennial Auditorium, Saskatchewan Place, Saskatoon Public Library and the Sinking Fund.

ii) Trust funds (see note 10) and pension funds and their related operations administered by the City are not reflected in the consolidated financial statements.

iii) Accounting for School Board Transactions:

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards, are not reflected in the municipal fund balances of these financial statements. Amounts due to/from school boards are reported on the consolidated Statement of Financial Position as accounts payable/accounts receivable.

B) Basis of Accounting

i) Sources of financing and expenditures are reported on an accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result

Notes to the Consolidated Financial Statements (cont'd)

of receipt of goods or services and the creation of a legal obligation to pay.

ii) Inventories are valued at the lower of cost or net realizable value. Cost is determined using average laid-in costs.

iii) Capital Outlay Financed by Long-term Liabilities to be Recovered in Future Years:

Capital outlay financed by long-term liabilities to be recovered in future years represents the outstanding principal portion of unmatured long-term liabilities for municipal expenditures, less Sinking Fund requirements (See Note 7).

iv) Fixed Assets:

The historical cost and accumulated depreciation for fixed assets are not recorded for municipal purposes. Fixed assets are reported as an expenditure on the Consolidated Statement of Financial Activities in the year of acquisition. The proceeds from debt issues for those fixed assets financed by long-term indebtedness is reported on the Consolidated Statement of Financial Activities.

v) Deferred Revenue - Development Charges:

The City of Saskatoon receives, either from private developers or as a result of the sale of its own developed properties, levies for services which have not yet been provided at the time the levies are collected. These revenues are not recognized until the applicable expenditures for such services are incurred.

vi) Gains and losses on foreign currency transactions are charged to operations when they are realized.

vii) The City of Saskatoon is one of the primary property developers in the municipality. Expenditures relating to the servicing of new subdivisions within the City are charged against the prepaid services account (which forms part of the unexpended capital financing section of the Consolidated Statement of Financial Position). Proceeds from the sale of lots are credited to the prepaid services reserve for that portion attributable to services, and to the Property Realized

Reserve for the portion attributable to land. Any property purchased for future land development is funded by the Property Realized Reserve.

viii) The City of Saskatoon makes contributions to the General Superannuation, Part-time and Seasonal Employee Superannuation, Police

Notes to the Consolidated Financial Statements (cont'd)

Superannuation and Firefighters' Superannuation plans on behalf of its staff. All payments required for 2000 were based on current service and have been included as an expenditure in the current year.

ix) The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures for the year. Actual results could differ from those estimates.

x) Cash and Short-term Investments:

Cash and short-term investments consist of cash, bankers' acceptances and commercial paper with original terms to maturity of three months or less.

2. RECEIVABLES

It is the normal practice of the City to review its accounts receivable on a regular basis and write off, against current operating revenues, any accounts which are considered to be uncollectable. A general allowance of $1,076,000 (1999 - $2,342,000) for uncollectable taxes is included in the balance of Taxes Receivable.

3. LONG-TERM INVESTMENTS

The total long-term investments of $82,522,000 (1999 - $74,805,000) recorded at cost, have a market value of $84,680,000 (1999 - $74,667,000). Long-term investments consist of federal, provincial and municipal government and federal government agency bonds with maturities between 2001 and 2010. These investments have fixed interest rates from 5% to 9.625%.

4. COLLECTIONS FOR SCHOOL BOARD AND BUSINESS IMPROVEMENT DISTRICTS

The Education Act and Urban Municipality Act set out the manner in which collections of taxes and trailer license fees are to be submitted to the School Boards and the Business Improvement Districts. As the City is acting as agent only for the collection of such taxes, these amounts are not reflected in the Schedule of Revenue and Expenditures, nor are the Assets, Liabilities and Fund Balances of these Boards included in the consolidated financial statements. For 2000, the City remitted $72,162,000 (1999 - $72,574,000) to the Public School Board, $35,328,000 (1999 - $34,363,000) to the Separate School Board, and $516,000 (1999 - $494,000) to the four Business Improvement Districts for levies assessed to their members.

5. PENSION PLANS

The City of Saskatoon administers four employee pension plans - the General Superannuation Plan, the Police Superannuation Plan, the Firefighters' Superannuation Plan, and the Part Time and

Notes to the Consolidated Financial Statements (cont'd)

Seasonal Employee Superannuation Plan. Combined, these plans provide pension benefits for all eligible staff of the City. The General, Police and Firefighters Plans are contributory defined benefit plans. The Seasonal plan is a defined contribution plan. In all plans, contributions are made by Plan members and the City of Saskatoon as stipulated by pension agreements. The defined benefit plans provide for a benefit that is integrated with CPP, and is based on years of contributory service times a percentage of average earnings as defined by each plan. The Part Time and Seasonal Employee Superannuation Plan provides a benefit based on the annuity that can be purchased with the funds in an employee's account (ie: a money purchase plan).

An Actuarial Report filed for the General Superannuation Plan as at December 31, 1997, indicated a surplus of $44,318,000 on actuarial assets of $353,440,000. The City of Saskatoon contributed $3,435,000 to this plan in 2000 (1999 - $3,370,000).

An Actuarial Report filed for the Police Superannuation Plan as at December 31, 1997, indicated a surplus of $8,510,000 on actuarial assets of $168,776,000. The City of Saskatoon contributed $1,507,000 to this plan in 2000 (1999 - $1,362,000).

An Actuarial Report for the Firefighters Superannuation Plan as at December 31, 1999, indicated a surplus of $10,668,000 on actuarial assets of $106,781,000. The City of Saskatoon contributed $809,000 to this plan in 2000 (1999 - $826,000).

The Superannuation Plan for Seasonal and Part Time employees was established January 1, 1992. The City of Saskatoon contributed $187,000 to this plan in 2000 (1999 - $175,000).

All Actuarial Reports referenced in these notes are the latest reports which have been filed with the Superintendent of Pensions.

6. EMPLOYEE BENEFITS PAYABLE

Vacation leave is credited to employees on a monthly basis based on contractual obligations. Such credits are accumulated from the period April 1 to March 31 and may not be taken in advance. Therefore, credits earned from April 1, 2000 to December 31, 2000 would normally be available to employees after April 1, 2001. At December 31, 2000, the value of these credits, plus any credits not yet taken from the accumulation period ending March 31, 2000, totaled $9,532,000 (1999 - $8,800,000).

The City operates a number of Sick Leave Benefit Plans as stipulated within agreements with the various Unions and Associations of employees. These plans are based on the accumulation of sick leave credits to a specified maximum, or are guaranteed long term disability plans. For those Unions with accumulated sick leave plans, the employee

Notes to the Consolidated Financial Statements (cont'd)

is entitled to a cash payment under specified circumstances, including retirements, based upon a formula stipulated in the union agreements. An Actuarial Report as at December 31, 1995 indicated a liability of $4,666,000. The results from this report have been used to extrapolate the 2000 liability of $4,904,000 (1999 - $4,700,000).

Employee benefits payable are recorded as long-term liabilities on the Consolidated Statement of Financial Position, offset by a reduction in fund balances. The total of these liabilities is as follows:

	(Dollars in Thousands) 2000	1999
a) Vacation Leave Accrual	$9,532	$8,800
b) Actuarial value of sick leave credits	4,904	4,700
	$14,436	$13,500

7. NET LONG-TERM LIABILITIES

A) The balance of net long-term liabilities reported on the Consolidated Statement of Financial Position is made up of the following:

Total long-term liabilities incurred by the City, including those incurred on behalf of the Utilities and outstanding at the end of the year amount to $30,300,000 (1999 - $37,623,000) with interest rates from 5.75% to 15.5%.

The total value of sinking funds which have been accumulated to the end of the year to retire the outstanding long-term liabilities included above, amount to $3,572,000 (1999 - $4,321,000).

All long-term debt instruments have been issued in Canadian Funds.

B) Of the total long-term liabilities reported in A) of this note, $27,197,000 will mature between 2001 to 2005, and $3,103,000 between 2006 to 2008.

C) Of the total long-term liabilities of $30,300,000 (1999 - $37,623,000) the following are held by the City as long-term investments:

	(Dollars in Thousands) 2000	1999
i) Consolidated Funds	$1,478	$4,450
ii) Cemetery Perpetual Care Fund	171	295
iii) Sinking Fund	801	1,033
	$2,450	$5,778

Notes to the Consolidated Financial Statements (cont'd)

8. CONTINGENT LIABILITIES

A) Various lawsuits and claims are pending by and against the City. It is the opinion of management that final determination of these claims will not materially affect the financial position of the City, with the exception of any claims resulting from the August 17/18, 1998 flood. The City is currently negotiating settlement terms. These claims are estimated at $1,500,000. The City has sufficient funds available to fund this potential settlement through its reserves.

B) Contractual Obligations - The City of Saskatoon has not entered into any long term contractual obligations the recognition of which would materially affect these financial statements.

C) Commitments - The City of Saskatoon entered into an agreement with the Board of Education on October 8, 1998 (amended October 20, 2000) whereby the City of Saskatoon agreed to purchase a parcel of land referred to as the "School Board Site" for $2,400,000 plus an additional payment of $715,000 (funded from the Parking Capital Reserve) in lieu of land and site services. Upon execution of the agreement in December of 1998, the City disbursed a 10% downpayment ($240,000), with the remainder to be paid upon possession of the property by the City (June 30, 2001).

The City has further committed to sell this parcel to Princeton Developments Ltd. for $2,400,000. Upon execution of an agreement, the City received a deposit of $240,000, with the remainder due on the date of closing (June 30, 2001).

On November 16, 1998, the City of Saskatoon committed $2,400,000 towards the costs of constructing the Canadian Light Source synchrotron in Saskatoon. This commitment will be met with three annual payments of $800,000, with the 1st payment made in 2000.

9. PROPERTY REALIZED RESERVE

The Property Realized Reserve, which is included on Schedule 3, is reported net of all withdrawals. This practice does not recognize the value of assets for property purchased but not yet sold, or repayable advances of funds. At December 31, 2000, the gross value of the Property Realized Reserve is estimated to be $42,198,000 (1999 - $44,433,000) itemized as follows:

Notes to the Consolidated Financial Statements (cont'd)

	(Dollars in Thousands) 2000	1999
Net balance of Reserve, December 31	$12,235	$12,816
Advances Repayable from Future Revenue Fund Provisions	10,553	10,751
Property Purchased from Reserve and not yet re-sold (at estimated cost)	19,410	20,866
Gross Value of Reserve, December 31	$42,198	$44,433

10. TRUST FUNDS

The City administers two trust funds, the Cemetery Perpetual Care Fund and the Group Insurance Trust Fund. The reserve balances in these trusts are $2,510,000 (1999 - $2,500,000) and $1,084,000 (1999 - $1,481,000) respectively.

11. CHANGE IN ACCOUNTING POLICY

Water, Sewer and Electrical Utility customers are billed on a cyclical basis, which may include estimates. Revenues not billed at the year end have been accrued. Prior to 2000, revenues not billed at year end were not accrued as information was not available to estimate the accrual. This change has been applied retroactively but information required to estimate the amount of adjustment to the current year and individual prior years is not determinable. As a result, a cumulative adjustment of $4,466,000, representing the impact of the change in accounting policy on current and prior years is included as an adjustment to Fund Balances in Schedule 1.

SCHEDULE 1
SCHEDULE OF FUNDS TO OFFSET TAXATION OR USER CHARGES IN FUTURE YEARS
For the Year Ended December 31, 2000

	(Dollars in Thousands) 2000	1999
Balance, Beginning of Year	**$ 574**	**$ 1,370**
Adjustment for unbilled year end Utility Revenue (Note 11)	4,466	-
Transfer from (to) Revenue Stabilization Reserve	(574)	(429)
Transfer from (to) Interest Stabilization Reserve	-	(941)
Surplus for the Year (Schedule 5)	1,871	574
Balance, End of the Year	**$ 6,337**	**$ 574**

SCHEDULE 2
SCHEDULE OF CAPITAL OPERATIONS
For the Year Ended December 31, 2000

	(Dollars in Thousands) 2000	1999
SOURCES OF FUNDS		
Province of Saskatchewan	$ 56	$ -
Saskatchewan Lottery	40	-
Canada/Saskatchewan Infrastructure Program	2,216	1,497
Western Economic Diversification Program	455	-
Canada/Agriculture Infrastructure Program	311	-
User Charges	75	-
Contributions from Developers, Benefitting Property Owners and Other Users	4,334	2,918
Appropriations		
- From Reserves	66,640	50,524
- From Reserve Funds	187	396
	74,314	55,335
EXPENDITURES		
General Government	1,457	1,225
Protection of Persons and Property	3,299	1,099
Transportation	20,702	18,839
Environmental Health	9,749	7,301
Social and Family Services	833	218
Environmental Development	3,046	2,375
Recreation and Cultural Services	6,151	3,803
Property Purchases and Development	9,853	5,989
Utility Expansion and Replacements	14,665	12,851
	69,755	53,700
Increase in Unexpended Capital Financing	4,559	1,635
Unexpended Capital Financing, Beginning of Year	**46,718**	**45,083**
Unexpended Capital Financing, End of Year	**$51,277**	**$46,718**

SCHEDULE 3
SCHEDULE OF RESERVES
For the Year Ended December 31, 2000

(Dollars in Thousands)

	TOTAL	(NOTE 9) PROPERTY REALIZED	(APPENDIX 1) REPLACEMENT	(APPENDIX 2) FUTURE EXPENDITURES
Balance, Beginning of Year	$ 77,638	$ 12,816	$ 13,766	$ 51,056
Appropriations from Current Operations	39,013	2,227	20,644	16,142
Interest/Capital Gains	215	-	47	168
User Fees/Contributions	404	-	11	393
Provincial Grants	920	-	-	920
Federal Grants	30	-	14	16
Contributions from Developers	19,936	4,048	-	15,888
Operating and Capital Levies	2,557	-	2,543	14
Transfer from Surplus	574	-	-	574
Transfers Between Reserves	-	(2,212)	(459)	2,671
	$ 141,287	16,879	36,566	87,842
Appropriations to Capital Operations	$ 66,663	4,644	21,187	40,832
Balance, End of Year	$ 74,624	$ 12,235	$ 15,379	$ 47,010

SCHEDULE 4
SCHEDULE OF RESERVE FUNDS
For the Year Ended December 31, 2000

(Dollars in Thousands)

	TOTAL	BUS REPLACEMENT	SINKING FUND
Balance, Beginning of Year	$ 5,576	$ 3,457	$ 2,119
Revenue	489	222	267
Appropriations from Current Operations	1,000	1,000	-
	7,065	4,679	2,386
Appropriations to Capital Operations	187	187	-
			-
Balance, End of the Year	$ 6,878	$ 4,492	$ 2,386

SCHEDULE 5
SCHEDULE OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 2000

	(Dollars in Thousands) 2000		1999
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Taxation	$ 76,222	$ 75,894	$74,090
Grants in Lieu of Taxes	17,407	17,518	16,857
Services Provided to Other Governments	592	623	608
Sale of Services	16,068	16,252	15,672
Other Revenue from Own Sources	24,691	26,308	24,515
Transfers from Other Governments	7,316	7,184	7,140
Other Transactions	15,641	15,615	15,415
Total Revenues for the Year (Appendix 3)	157,937	159,394	154,297
EXPENDITURES			
General Government	16,640	15,926	17,582
Protection of Persons and Property	55,551	55,905	54,225
Transportation	26,875	26,701	26,128
Environmental Health	4,755	4,967	4,954
Social and Family Services	2,939	2,747	2,487
Environmental Development	13,892	13,744	12,987
Recreation and Cultural Services	21,885	21,769	20,646
Contribution to Reserves	12,166	12,846	10,722
Debt Servicing Costs	3,234	2,918	3,992
Total Expenditures for the Year (Appendix 4)	157,937	157,523	153,723
SURPLUS	$ -	$ 1,871	$ 574

APPENDIX 1
SCHEDULE OF REPLACEMENT RESERVES
December 31, 2000

	(Dollars in Thousands) 2000	1999
Albert Community Centre	$ 38	$ 35
Automated Garbage Containers	212	111
Boards:		
Centennial Auditorium	104	79
Saskatoon Public Library	567	458
Mendel Art Gallery	78	62
Saskatchewan Place	355	262
Buildings and Grounds Equipment	254	276
Civic Vehicles and Equipment	3,651	4,448
Electrical Distribution	5,907	3,154
Electronic Machines	22	29
Fire Equipment	211	147
Fire Apparatus	279	296
Infrastructure Replacement:		
Surface Improvements	289	222
Water and Sewer Replacements	(38)	(61)
Parks	7	-
Landfill	1,766	2,428
Landfill - Buildings and Equipment	193	193
Leisure Services Equipment	279	474
Photocopy Machine	130	67
Police - Vehicle/Radio	44	100
Sewage Collection/Treatment	378	(70)
Water Utility	479	854
Weigh Scales	174	202
Balance, End of Year	**$15,379**	**$13,766**

APPENDIX 2
SCHEDULE OF RESERVES FOR FUTURE EXPENDITURES
December 31, 2000

	(Dollars in Thousands) 2000	1999
Animal Trading - Zoo	$ 89	$ 80
Boards:		
Centennial Auditorium	466	119
Saskatoon Public Library	2,785	2,669
Mendel Art Gallery	101	56
Saskatchewan Place	440	433
Buildings and Grounds - Civic Facilities	2,345	1,935
Building Permits/Inspections	272	216
Campsite	51	58
Cemetery Stabilization	-	21
Community Support Grant	12	-
Corporate Information Systems Development	107	117
Dedicated Lands	377	367
Dedicated Roadways	285	297
Electrical Distribution Extension	973	1,850
Electrical Revenue Stabilization	297	751
Fire Department Uniforms	101	64
Forestry Farm Park Development	29	7
Forestry Farm Auditorium	5	8
General Voting	77	175
Golf Courses	186	182
Heritage Fund	146	110
Holiday Park Golf Course Development	37	251
Infrastructure - Transportation Expansion	-	514
Insurance Deductible	278	454
Interest Stabilization	2,262	1,416
Kinsmen Park Rides	97	111
Land Operations	1,249	1,117
Neighborhood Park Enhancement	160	184
Parking Facilities (NOTE 8 (c))	1,364	1,521
Parking Operations	-	88
Pest Control	41	27
Police Facilities Major Repair	190	(14)
Police Equipment	84	225
Subtotal to next page	$ 14,906	$ 15,409

SCHEDULE OF RESERVES FOR FUTURE EXPENDITURES CONT'D

	(Dollars in Thousands)	
	2000	1999
Subtotal from Previous Page	$ 14,906	$ 15,409
Planning Levy	11	3
Prepaid Services	21,876	22,636
Public Works Buildings	230	251
Reserve for Capital Expenditures	1,229	414
Revenue Stabilization	1,207	431
Sewage Collection/Treatment Capital	474	90
Sewage Utility Stabilization	-	-
Snow and Ice Management Contingency	1,181	1,007
Social Housing Capital	329	837
Social Housing Operating	732	888
Special Events	24	9
Spectator Ball Fields	21	17
Sports Participation	95	47
Streetscape	109	986
Sundry	1,994	2,126
Transit Stabilization	91	-
Transit Capital	330	72
Waste Minimization	100	100
Water Capital Projects	626	4,046
Water Stabilization	-	-
Vehicle and Equipment Stabilization	500	447
Vehicle and Equipment Acquisition	945	1,240
Balance, End of Year	**$ 47,010**	**$ 51,056**

APPENDIX 3
SCHEDULE OF REVENUES
For the Year Ended December 31, 2000

	(Dollars in Thousands) 2000		1999
	ESTIMATE	ACTUAL	ACTUAL
TAXATION			
Property Levy	$ 75,021	$ 74,938	$ 72,855
Local Improvements Levy	851	636	868
Trailer Occupancy	75	70	75
Amusement	405	403	435
Tax Discounts	(130)	(153)	(143)
	76,222	75,894	74,090
GRANTS IN LIEU OF TAXES			
Senior Governments and Agencies	3,581	3,686	3,390
Own Utilities			
- Water	1,588	1,580	1,539
- Electrical	11,603	11,633	11,325
- Transit	126	126	124
- Sewage	509	493	479
	17,407	17,518	16,857
SERVICES PROVIDED TO OTHER GOVERNMENTS			
Fire Protection -			
R.M. of Corman Park	53	53	53
Federal Government	539	570	555
	592	623	608

SCHEDULE OF REVENUES CONT'D

	(Dollars in Thousands) 2000		1999
	ESTIMATE	ACTUAL	ACTUAL
SALE OF SERVICES			
Legal Fees	$ 118	$ 116	$ 125
Tax Searches and Enforcement	140	120	130
Police	403	578	410
Fire	40	81	74
Engineering	21	43	24
Parking	2,495	2,643	2,570
Solid Waste Management	1,436	1,177	1,330
Transportation	92	84	96
Recycling	82	233	102
Cemetery	928	742	799
Planning	684	664	786
Tourist Campsite	186	176	164
Forestry Farm Park	268	258	249
Kinsmen Park Rides	144	138	139
Albert Community Centre	98	111	112
Marr Residence	3	3	3
Swimming Pools	268	256	255
Golf Courses	2,208	2,281	2,069
Skating Rinks	1,263	1,221	1,243
Recreation/Competitive Facilities:			
- Rentals	2,505	2,557	2,450
- Programming	2,487	2,556	2,344
Ball Fields	41	48	41
Outdoor Sports Fields	115	119	114
Municipal Services Agreement	43	47	43
	16,068	**16,252**	**15,672**
OTHER REVENUE FROM OWN SOURCES			
Licenses and Permits	1,241	1,400	1,222
Fines and Penalties	3,390	3,421	3,472
Property Rentals	306	347	338
Franchise Fees	9,184	9,572	8,768
Interest Earnings	8,371	9,051	8,630
Tax Penalties	1,800	1,920	1,821
Other Revenue	399	597	264
	24,691	**26,308**	**24,515**

SCHEDULE OF REVENUES CONT'D

	(Dollars in Thousands) 2000 ESTIMATE	2000 ACTUAL	1999 ACTUAL
TRANSFERS FROM OTHER GOVERNMENTS			
Federal:			
- City Clerks	$ -	-	$ 1
- Employment	7	7	16
- Police - Special Programs	30	39	22
Provincial:			
- Employment	-	5	6
- Revenue Sharing	5,590	5,590	5,590
- Police - Special Programs	897	981	892
- Special Needs Transportation	792	562	613
	7,316	7,184	7,140
OTHER TRANSACTIONS			
Own Utilities Surplus (Deficit):			
- Water (Appendix 5)	-	(26)	(21)
- Electrical (Appendix 6)	14,074	14,074	13,897
- Sewage Collection & Disposal (Appendix 8)	-	-	-
Administration Recovery	1,567	1,567	1,539
	15,641	15,615	15,415
TOTAL REVENUE	$ 157,937	$ 159,394	$ 154,297

APPENDIX 4
SCHEDULE OF EXPENDITURES
For the Year Ended December 31, 2000

(Dollars in Thousands)

	2000		1999
	ESTIMATE	ACTUAL	ACTUAL
GENERAL GOVERNMENT			
Legislative	$ 625	$ 581	$ 578
Administrative	4,196	4,090	4,256
Financial	4,211	4,158	3,689
Assessment	1,827	1,756	1,657
Common Services	4,584	4,391	4,351
Grants	501	486	499
General Payroll Costs	117	(178)	1,268
Auditor General	-	-	678
Other	519	583	549
Local Improvement Tax on Exempt Property	60	59	57
	16,640	**15,926**	**17,582**
PROTECTION OF PERSONS AND PROPERTY			
Police	32,773	32,980	31,873
Prov of Saskatchewan - Court Costs	730	761	770
Fire	19,897	19,876	19,500
Emergency Measures	119	91	127
Inspections	1,222	1,357	1,177
Animal and Pest Control	296	326	283
S.P.C.A.	514	514	495
	55,551	**55,905**	**54,225**
TRANSPORTATION			
Engineering	1,781	1,791	1,732
Roads and Streets	2,528	2,389	2,449
Drainage and Snow Removal	3,597	3,642	3,441
Street Cleaning	1,180	1,185	1,159
Bridges, Crossings and Subways	380	344	320
Street Lighting	4,088	4,250	4,025
Transportation Services	2,235	2,058	2,367
Parking	1,140	1,096	1,022
Transit Operations (Appendix 7)	9,946	9,946	9,613
	26,875	**26,701**	**26,128**

SCHEDULE OF EXPENDITURES CONT'D

	(Dollars in Thousands) 2000		1999
	ESTIMATE	ACTUAL	ACTUAL
ENVIRONMENTAL HEALTH			
Waste Collection and Disposal	$ 4,459	$ 4,523	$ 4,535
Recycling	296	444	419
	4,755	**4,967**	**4,954**
SOCIAL AND FAMILY SERVICES			
Cemetery	928	754	799
Social Housing	251	245	121
Burial of Indigents	25	26	26
Transportation for the Disabled	1,676	1,663	1,541
Safer City	59	59	-
	2,939	**2,747**	**2,487**
ENVIRONMENTAL DEVELOPMENT			
Planning	1,972	1,903	2,276
Buildings and Grounds Maintenance	9,575	9,506	9,245
Tourist Campsite	186	176	164
Tourism Saskatoon	290	290	287
Economic Development (S.R.E.D.A.)	390	390	386
Meewasin Valley Authority	557	557	557
Business Improvement Districts	75	75	72
Urban Design	47	47	-
Canadian Light Source	800	800	-
	13,892	**13,744**	**12,987**

SCHEDULE OF EXPENDITURES CONT'D

(Dollars in Thousands)

	2000 ESTIMATE	2000 ACTUAL	1999 ACTUAL
RECREATIONAL AND CULTURAL SERVICES			
Administration	$ 1,614	$ 1,550	$ 1,347
Forestry Farm Park	1,170	1,182	1,022
Community Services	1,733	1,687	1,506
Kinsmen Park Rides	144	138	139
Albert Community Centre	186	179	184
Marr Residence	13	12	12
Swimming Pools	630	612	559
Golf Courses	2,208	2,281	2,069
Skating Rinks	1,441	1,408	1,368
Recreation/Competitive Facilities			
- Rentals	3,973	3,993	3,759
- Programming	3,945	3,934	3,706
Ball Fields	159	160	143
Outdoor Sports Fields	199	198	184
Boards			
- Saskatchewan Place	405	405	1,036
- Centennial Auditorium	1,089	1,089	750
- Mendel Art Gallery	1,177	1,177	1,139
Program Development	886	852	772
Subsidy - Minor Sports	729	728	739
Wanuskewin Heritage Park	184	184	212
	21,885	**21,769**	**20,646**
CONTRIBUTION TO RESERVES			
Operating	336	946	569
Capital	11,830	11,900	10,153
	12,166	**12,846**	**10,722**
DEBT SERVICING			
Debt Charges	2,346	2,064	3,076
Interest Paid to Utilities	752	748	818
Banking Services	136	106	98
	3,234	**2,918**	**3,992**
TOTAL EXPENDITURES	**$ 157,937**	**$ 157,523**	**$ 153,723**

APPENDIX 5
WATER UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 2000

(Dollars in Thousands)

	2000		1999
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Metered	$ 16,813	$ 16,721	$ 16,355
Infrastructure Levy	2,594	2,562	2,399
Miscellaneous	25	2	8
Fire Protection Charge	552	552	536
Late Payment Penalties	96	234	46
	20,080	**20,071**	**19,344**
EXPENDITURES			
General	10,016	10,124	9,919
Treatment and Pumping	4,145	4,486	4,356
Buildings and Grounds	372	359	354
Meters	780	744	801
Watermains	3,031	2,757	3,771
Hydrants	782	645	519
Services	954	1,006	873
	20,080	**20,121**	**20,593**
SURPLUS (DEFICIT) BEFORE TRANSFER TO RESERVE	-	(50)	(1,249)
TRANSFER FROM STABILIZATION RESERVE	-	24	1,228
DEFICIT	$ -	$ (26)	$ (21)

APPENDIX 6
ELECTRICAL UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 2000

(Dollars in Thousands)

	2000		1999
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Metered Revenue	$ 85,066	$ 85,286	$ 83,082
Service Connection Fees	195	176	162
Miscellaneous	174	176	139
Tax Collection Commission	2	1	2
Late Payment Penalties	162	389	88
	85,599	86,028	83,473
EXPENDITURES			
General	14,046	14,438	13,815
Power Purchased	45,559	45,821	44,466
Buildings and Grounds	329	336	325
Poles, Lines and Feeders	2,344	2,602	2,090
Substations	497	427	377
Street Lighting	536	585	528
Meters	692	703	715
System Operations	161	135	117
Provision for Capital Extension	3,327	3,266	3,610
Provision for Capital Replacement	4,034	4,096	3,743
	71,525	72,409	69,786
SURPLUS BEFORE TRANSFER TO RESERVE	14,074	13,619	13,687
TRANSFER FROM STABILIZATION RESERVE	-	455	210
SURPLUS	$ 14,074	$ 14,074	$ 13,897

APPENDIX 7
TRANSIT UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 2000

(Dollars in Thousands)

	2000		1999
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Mail Carriers	$ 24	$ 26	$ 40
Passes	3,064	3,147	3,038
Cash Fares	2,375	2,304	2,347
Ticket Sales	1,210	1,154	1,164
Charter	700	754	661
Senior Citizens Passes	410	388	411
General Services Operating Allowance	9,946	9,946	9,450
Advertising	250	228	217
Miscellaneous	4	6	-
	17,983	17,953	17,328
EXPENDITURES			
General	3,430	3,360	3,373
Transportation			
- Operating	9,601	9,573	9,376
- Supervision	989	1,092	1,017
- Other	543	488	468
Equipment Servicing	966	947	911
Equipment Repair	1,471	1,433	1,411
Stores	88	84	83
Shop	895	885	879
	17,983	17,862	17,518
SURPLUS (DEFICIT) BEFORE TRANSFER TO (FROM) RESERVE	-	91	(190)
TRANSFER (TO) FROM STABILIZATION RESERVE	-	(91)	27
DEFICIT	$ -	$ -	$ (163)

APPENDIX 8
SEWAGE COLLECTION AND DISPOSAL UTILITY
STATEMENT OF REVENUES AND EXPENDITURES
For the Year Ended December 31, 2000

(Dollars in Thousands)

	2000		1999
	ESTIMATE	ACTUAL	ACTUAL
REVENUES			
Metered	$ 16,757	$ 16,581	$ 16,161
Infrastructure Levy	3,582	3,546	3,299
Late Payment Penalties	64	155	31
Miscellaneous Revenue	250	125	198
	20,653	**20,407**	**19,689**
EXPENDITURES			
General	12,537	12,599	12,211
Lift Stations	551	527	524
Pollution Control Plant	3,131	3,085	2,996
Sludge Handling & Disposal	778	756	747
Sewer Engineering	225	205	248
Sewer Inspections	300	190	279
Sewer Maintenance	1,882	1,838	1,681
Service Connections	1,249	1,183	1,256
	20,653	**20,383**	**19,942**
SURPLUS (DEFICIT) BEFORE TRANSFER TO (FROM) RESERVE	**-**	**24**	**(253)**
TRANSFER (TO) FROM STABILIZATION RESERVE	**-**	**(24)**	**253**
DEFICIT	**$ -**	**$ -**	**$ -**

City of Saskatoon

(Saskatchewan, Canada)

City of
Saskatoon

KPMG LLP
Chartered Accountants

Auditors' Report

His Worship the Mayor and City Council:

We have audited the Balance Sheet of the Trust Funds of the City of Saskatoon as at December 31, 2000 and the Statement of Reserves for the year then ended. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion these financial statements present fairly, in all material respects, the financial position of the Trust Funds of the City of Saskatoon as at December 31, 2000 and the results of its operations and the changes in its financial position for the year then ended in accordance with municipal accounting principles as disclosed in Note 1 to the financial statements.

KPMG LLP

Chartered Accountants
Saskatoon, Saskatchewan
April 2, 2001

TRUST FUNDS
BALANCE SHEET
As at December 31, 2000

	CEMETERY PERPETUAL CARE	GROUP INSURANCE TRUST	2000 TOTAL	1999 TOTAL
		(Dollars in Thousands)		
ASSETS				
Cash and Short Term Investments	$ 307	$ 768	$ 1075	$ 972
Accounts Receivable	-	-	-	353
Accrued Interest	41	12	53	51
Investments (Note 2)	2,230	500	2,730	2,630
	$ 2,578	$ 1,280	$ 3,858	$ 4,006
LIABILITIES AND RESERVES				
Bank Overdraft	$ 18	$ -	$ 18	$ -
Accounts Payable	50	196	246	25
Reserves	2,510	1,084	3,594	3,981
	$ 2,578	$ 1,280	$ 3,858	$ 4,006

TRUST FUNDS
STATEMENT OF RESERVES
For the Year Ended December 31, 2000

	CEMETERY PERPETUAL CARE	GROUP INSURANCE TRUST	2000 TOTAL	1999 TOTAL
		(Dollars in Thousands)		
Balance, Beginning of Year	$ 2,500	$ 1,481	$ 3,785	$ 3,826
CAPITAL RECEIPTS				
Sale of Cemetery Plots	10	-	27	27
Interest Earned	182	77	245	249
Experience Refund	-	-	271	82
	2,692	1,558	4,328	4,184
DISBURSEMENTS				
Transfer to Revenue Fund	182	106	347	399
Balance, End of Year	$ 2,500	$ 1,171	$ 3,981	$ 3,785

Notes to the Financial Statements (Trust Funds)

For the Year Ended December 31, 2000

1. ACCOUNTING POLICIES

Basis of Accounting

The Trust Funds operate on the accrual basis of accounting. Any interest earned but not received as at December 31 has been recorded in Accrued Interest.

2. INVESTMENTS

The total of investments of $2,730,000 (1999 - $2,630,000) recorded on the Balance Sheet at cost, have a market value of $2,948,000 (1999 - $2,746,000) at December 31. Investments consist of federal, provincial and municipal government bonds with a fixed interest rate ranging from 4.25% to 12.75%.

3. FUND PURPOSE

A) Group Insurance Trust Fund

Premiums are shared equally between the employer and the employee. Surpluses are generated when premiums exceed administration charges and claims payments by the carrier. A portion of the accumulated funds are used to reduce both the employer's and employee's premiums.

Under the Terms of the Underwriting Agreement, the claims Fluctuation Reserve held by the Group Insurance Trust Fund for 2000 must be at least 25% of premiums paid, or $176,573.

B) Cemetery Perpetual Care Trust Fund

The Perpetual Care Fund is intended to provide the necessary annual funding for the maintenance services to the cemetery in perpetuity.

City of Saskatoon

(Saskatchewan, Canada)

SUMMARY OF SOURCE AND APPLICATION OF CAPITAL FUNDS

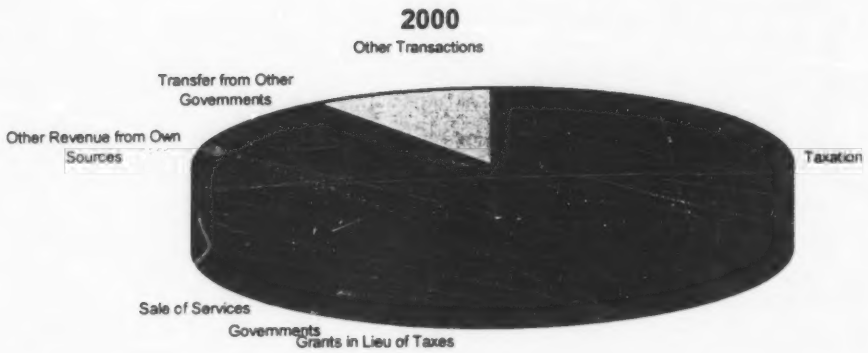
For the Years 1996 to 2000

(Dollars in Thousands)

	1996	1997	1998	1999	2000
SOURCES OF FUNDS					
Debentures	326	116	-	-	-
Canada/Saskatchewan Infrastructure Program	989	3,625	1,348	1,497	2,216
Province of Saskatchewan	12	9	12	-	56
Saskatchewan Lottery					40
Western Economic Diversification Program					455
Canada/Agriculture Infrastructure Program					311
User Charges					75
Contribution from Developers, Benefitting Property Owners & Other Users	2,259	2,835	3,066	2,918	4,334
Appropriations					
- Reserves	35,657	58,952	62,372	50,524	66,640
- Reserve Funds	931	2,898	626	396	187
	40,174	**68,435**	**67,424**	**55,335**	**74,314**
APPLICATION OF FUNDS					
General Government	1,644	2,361	1,785	1,225	1,457
Protection of Persons and Property	1,808	1,857	2,128	1,099	3,299
Transportation	15,951	20,308	14,588	18,839	20,702
Environmental Services	5,391	6,414	7,142	7,301	9,749
Social and Family Services	55	237	67	218	833
Environmental Development	946	3,848	4,055	2,375	3,046
Recreation and Cultural Services	4,485	4,828	11,117	3,803	6,151
Property Purchases and Development	5,611	8,249	5,980	5,989	9,853
Utility Expansion and Replacements	10,081	10,529	16,829	12,851	14,665
	45,972	**58,631**	**63,691**	**53,700**	**69,755**
Unexpended Capital Financing, Beginning of Year	**37,344**	**31,546**	**41,350**	**45,083**	**46,718**
Unexpended Capital Financing, End of Year	**$ 31,546**	**$ 41,350**	**$ 45,083**	**$ 46,718**	**$ 51,277**

SUMMARY OF REVENUES

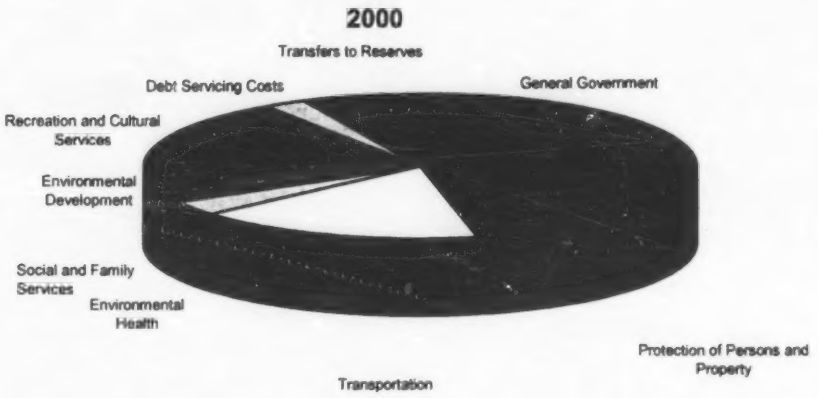
For the Years 1996 to 2000



	1996	1997	1998	1999	2000
Taxation	$ 65,587	$ 67,216	$ 70,628	$ 74,090	$ 75,894
Grants in Lieu of Taxes	16,180	16,335	16,906	16,857	17,518
Services Provided to Other Governments	465	566	595	608	623
Sale of Services	12,761	13,874	14,946	15,672	16,252
Other Revenue from Own Sources	23,602	22,544	23,597	24,515	26,308
Transfer from Other Governments	11,911	6,283	6,559	7,140	7,184
Other Transactions	14,907	14,794	15,541	15,415	15,615
	$ 145,413	$ 141,612	$ 148,772	$ 154,297	$ 159,394

SUMMARY OF EXPENDITURES

For the Years 1996 to 2000



	1996	1997	1998	1999	2000
General Government	$ 15,999	$ 16,909	$ 15,860	$ 17,582	$ 15,926
Protection of Persons and Property	48,702	49,012	51,491	54,225	55,905
Transportation	22,490	24,193	25,052	26,128	26,701
Environmental Health	4,432	4,418	4,576	4,954	4,967
Social and Family Services	7,389	2,037	2,267	2,487	2,747
Environmental Development	11,380	12,365	12,810	12,987	13,744
Recreation and Cultural Services	18,709	19,442	20,862	20,646	21,769
Debt Servicing Costs	5,849	5,063	4,442	3,992	2,918
Transfers to Reserves	12,423	9,827	10,086	10,722	12,846
	$ 147,373	$ 143,266	$ 147,446	$ 153,723	$ 157,523

SUMMARY OF EXPENDITURES
(BY OBJECT CODE)
For the Years 1996 to 2000

(Dollars in Thousands)

	1996	1997	1998	1999	2000
Salary and Payroll Costs	$ 81,309	$ 84,420	$ 86,710	$ 91,254	$ 94,030
Utilities	7,476	7,529	7,582	7,513	8,007
Fixed Assets and Transfers to Capital	3,454	3,869	818	647	566
Transfers to Funds and Reserves	15,260	14,200	18,091	19,857	22,018
Transit Subsidy (Incl. Senior's Subsidy)	8,950	8,775	10,389	11,101	11,548
Interest/Principal Payments	8,256	7,311	6,757	5,430	4,064
Other Operating Expenditures	45,732	46,038	44,020	47,401	49,312
Cost Recoveries	(23,064)	(28,876)	(26,901)	(29,480)	(32,022)
Total Expenditures (Appendix 4)	**$147,373**	**$143,266**	**$147,466**	**$153,723**	**$157,523**

SUMMARY OF RESERVES, RESERVE FUNDS AND SURPLUS
For the Years 1996 to 2000

(Dollars in Thousands)

	1996	1997	1998	1999	2000
RESERVES:					
Property Realized	$ 21,081	$ 15,815	$ 13,631	$ 12,816	$ 12,235
Replacement	21,246	20,931	13,428	13,766	15,379
Future Expenditures	53,361	45,167	46,115	51,056	47,010
RESERVE FUNDS	6,425	5,058	4,527	5,576	6,878
SURPLUS (DEFICIT)	(1,960)	(1,654)	1,370	574	1,871
	$100,153	**$ 85,317**	**$ 79,071**	**$ 83,788**	**$ 83,373**

SUMMARY OF PUBLIC UTILITIES OPERATING RESULTS
For the Years 1996 - 2000

(Dollars in Thousands)

	1996	1997	1998	1999	2000
Net surplus after deducting operating expenses, debt charges and contributions to reserves:					
Electrical Distribution	$ 13,945	$ 13,964	$ 14,043	$ 13,897	$ 14,074
Water Supply	(478)	(603)	-	(21)	(26)
Transit System (before contribution from General Revenue)	(8,950)	(8,775)	(9,155)	(9,613)	(9,946)
Sewage Collection & Disposal	-	(25)	-	-	-
Net Surplus	$ 4,517	$ 4,561	$ 4,888	$ 4,263	$ 4,102
Amount contributed by Utilities to Revenue as grant in lieu of taxes	$ 13,255	$ 13,281	$ 13,730	$ 13,467	$ 13,832

SUMMARY OF DEBENTURE DEBT AND REQUIRED SINKING FUND
For the Years 1996 to 2000

	1996	1997	1998	1999	2000
Total Debenture Debt	$ 58,809,088	$ 52,244,641	$ 45,210,155	$ 37,623,622	$ 30,300,079
Less Sinking Fund	3,972,890	4,156,298	4,243,771	4,321,023	3,571,744
Net Debt	**$ 54,836,198**	**$ 48,088,343**	**$ 40,966,384**	**$ 33,302,599**	**$ 26,728,335**
Population Estimate at Dec. 31 (1)	204,678	203,149	207,053	212,136	209,633
Gross Debt Per Capita	$ 287	$ 257	$ 218	$ 177	$ 145
Net Debt Per Capita	$ 268	$ 237	$ 198	$ 157	$ 128
Mill Rate Supported Debt	$ 54	$ 43	$ 30	$ 17	$ 5

Section 211 of the Saskatchewan Urban Municipalities Act states "The amount of the Long-term debt of an urban municipality outstanding at any time may not exceed the amount authorized by the Saskatchewan Municipal Board." No limitations on debt have been placed on the City of Saskatoon by the Saskatchewan Municipal Board, and that Board has approved all debentures included in the above summary.

(1) 2000 population data is provided by the City Planning Branch, derived from trend analysis based on ten years. 1996 to 1999 population data is also provided by the City Planning Branch and based on Saskatchewan Health Statistical Data. This data was updated once every three years (1997 being the most current year) and has resulted in an anomaly for 1999.

SUMMARY OF DEBENTURE DEBT AND REQUIRED SINKING FUND
For the Years 1999 and 2000

	2000	Sinking Fund At Dec 31/00	1999	Sinking Fund At Dec 31/99
Waterworks Utility	$ 3,861,483	$ 2,178,035	$ 4,411,360	$ 1,979,134
Sewer Utility	22,689,608	(7,602)	26,404,915	(6,449)
Local Improvements - Property Share (1)	2,688,374	1,325,658	3,234,275	1,269,458
Total Debt Not Supported by Civic Mill Rate	**$ 29,239,465**	**$ 3,496,091**	**$ 34,050,550**	**$ 3,242,143**
Total Civic Mill Rate Debt	**$ 1,060,614**	**$ 75,653**	**$ 3,573,072**	**$ 1,078,880**
Total Debenture Debt	$ 30,300,079		$ 37,623,622	
Total Sinking Fund	3,571,744		4,321,023	
Net Debt (2)	**$ 26,728,335**		**$ 33,302,599**	
Population Estimate at Dec. 31 (3)	209,633		212,136	
Gross Debt Per Capita	**$ 145**		**$ 177**	
Net Debt Per Capita	**$ 128**		**$ 157**	
Mill Rate Supported Debt	**$ 5**		**$ 17**	

(1) Including City Share of Water and Sewage Local Improvements
(2) All Figures are Based on Book Values and Have Not Been Adjusted For Foreign Currency Exchange
(3) 2000 population data is provided by the City Planning Branch derived from trend analysis based on ten years by Saskatchewan Health Statistical Data.
(4) 1999 population data is provided by the City Planning Branch and based on Saskatchewan Health Statistical Data. This data is updated once every three years (1997 being the most current year) and has resulted in an anomaly for 1999.

DEBENTURES MATURING WITH PERCENTAGES
As at December 31, 2000

Year	Debentures Maturing	Percentage Yearly	Percentage Reduction Accumulate
2001	5,542,022	18.3	18.3
2002	4,924,582	16.3	34.6
2003	5,528,743	18.2	52.8
2004	5,246,486	17.3	70.1
2005	5,955,023	19.7	89.8
2006	1,491,897	4.9	94.7
2007	662,321	2.2	96.9
2008	949,005	3.1	100.0
	$ 30,300,079	100.00	

SUMMARY OF PROPERTY ASSESSMENT AND TAX LEVY
For the Years 1996 to 2000

	1996	1997*	1998	1999	2000
Gross Assessment - Land	$ 675,001,730	$ 1,932,900,373	$ 1,860,472,780	$ 1,781,081,653	$ 1,788,952,481
- Improvements	883,850,120	5,021,785,655	4,474,752,434	4,508,984,484	4,604,091,949
Total Assessment	1,558,851,850	6,954,686,028	6,335,225,214	6,290,066,137	6,393,044,430
Exemptions	378,585,110	2,025,563,005	1,294,359,334	1,228,269,734	1,216,219,395
Assessed Value for Taxation	$ 1,180,266,740	$ 4,929,123,023	$ 5,040,865,880	$ 5,061,796,403	$ 5,176,825,035
	Mills	Mills	Mills	Mills	Mills
Tax Rate:					
General	51.70	13.43	14.14	14.3485	14.4901
Library	6.35	1.65	1.71	1.7144	1.7394
Education:					
Public Board/Separate Board	75.50	18.93	18.93	20.2400	20.5217
Total	**133.55**	**34.01**	**34.78**	**36.3029**	**36.7512**
	$ 165,027,033	$ 181,701,940	$ 184,166,852	$ 195,695,306	$ 200,348,480
Tax Collections:					
Current	$ 160,203,904	$ 174,579,224	$ 176,176,419	$ 188,295,884	$ 192,579,717
Arrears	5,557,216	5,921,554	6,010,059	7,462,830	7,908,842
Total Collected	$ 165,761,120	$ 180,500,778	$ 182,186,478	$ 195,758,714	$ 200,488,559
Percentage of Levy Collected:					
Current	97.08%	96.08%	95.66%	95.00%	96.12%
Current and Arrears	95.79%	93.86%	92.30%	92.60%	93.85%
Taxes Outstanding:					
Current	$ 5,274,195	$ 7,115,700	$ 7,053,420	$ 7,399,422	$ 7,768,763
Arrears	5,344,978	6,117,603	6,519,204	5,869,232	3,560,346
Net Outstanding	$ 10,619,173	$ 13,233,303	$ 13,572,624	$ 13,268,654	$ 11,329,109

* Re-Assessment

SASKATOON ECONOMIC STATISTICS
For the Years 1996 to 2000

	1996	1997	1998	1999	2000
Saskatoon population (December 31)	204,678	203,149	207,053	212,136	209,633
Annual change	+2.77%	-0.74%	+1.92%	+2.45%	-1.18%
Saskatoon inflation rate - annual average	1.8%	1.1%	1.5%	2.1%	2.6%
Saskatoon unemployment rate - annual average	8.1%	7.1%	7.2%	6.3%	5.6%
No. of Persons Employed in Saskatoon	108,400	113,000	112,800	113,600	116,700
Saskatoon building permits:					
Total number	2,288	2,443	2,406	2,460	2,368
Total value ($Millions)	$ 159.7	$ 154.9	$ 162.7	$ 177.9	$ 201.4
Annual change	+22.4%	-3.0%	+5.0%	+9.3%	+13.2%

SOURCES OF INFORMATION:

* Saskatoon Regional Economic Development Authority
* City of Saskatoon - Planning Branch, Community Services Department

MAJOR TAXPAYERS IN SASKATOON
2000 Taxable Assessment
(in 000's)

Cadillac Fairview Corp.	$ 61,072
Centre at Circle & 8th	40,738
Boardwalk Equities	44,707
Rathcliffe Holdings Limited	23,653
Westfair Properties Ltd.	32,228
Riocan Holdings Inc.	17,670
Pensionfund Realty Limited	18,241
Princeton Developments Ltd.	16,541
Federated Co-operatives Limited.	12,878
Agrifoods International Cooperative Ltd.	11,831